



ALBERTA LAW FOUNDATION
FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 1980

Thorne
Riddell
& Co.

CHARTERED ACCOUNTANTS

ALBERTA LAW FOUNDATION

315 Palliser Square West
131 - 9th Avenue S.W.
Calgary, Alberta T2P 1K1
Telephone 264-4701



The Honorable Neil S. Crawford, Q.C.
Attorney General for the Province of Alberta
#227 Legislative Building
EDMONTON, Alberta

Sir:

I have the honour to submit to you, in accordance with Section 107(i) of the Legal Profession Act, the seventh Annual Report of the Alberta Law Foundation.

Accounts of the Foundation for the year ending March 31, 1980 were examined by Messrs. Thorne, Riddell & Co., Chartered Accountants, whose report is forwarded herewith and to which you are referred. I am pleased to set out below some comments on the financial results and other transactions and information regarding that financial year.

1. Composition of Board of Directors

- (a) The annual appointment of Chairman was made by the Attorney General - Charles G. Virtue, Q.C. to January 31, 1981.
- (b) The Attorney General extended the appointment of Donald M. Graves, C.A., to September 1, 1981.
- (c) The Attorney General appointed Clare Shank as his nominee to January 6, 1982, following the resignation of Peter M. Jenner.
- (d) The Law Society of Alberta appointed Charles G. Virtue, Q.C., a benchler, and James D. McCartney to January 31, 1982; and
- (e) Board members reappointed:
Halyna C. Freeland and Charles M. Lockwood to November 10, 1981.

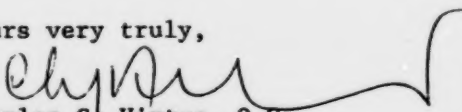
II. Meetings of the Board of Directors were held as follows:

April 5, 1979 - Edmonton	October 22, 1979 - Edmonton
May 8, 1979 - Calgary	November 22, 1979 - Calgary
June 14, 1979 - Edmonton	January 15, 1980 - Calgary
August 27, 1979 Calgary	February 13, 1980 - Edmonton
March 27, 1980 - Calgary	

- III. Total revenues received during the year were \$3,218,602 (1979 - \$3,029,310) of which interest from Solicitors' mixed-general-trust accounts was \$2,668,914 (1979 - \$2,663,025); investment earnings were \$549,688 (1979 - \$396,285). Expenses of administration came to \$48,268 compared to \$36,375 in the previous fiscal period. Net revenues therefore were \$3,170,334 while the comparable previous year was \$2,992,935.
- IV. There were 43 grants for projects in 1980 year and the net allocations amounted to \$2,534,523 (1979 - \$2,235,292) which, deducted from Unallocated Surplus, along with costs of furniture of \$2,957 and the addition of the net revenue above, left an available balance of \$3,555,791, an increase of \$632,853 as a result of the operations for the year.
- V. As stated in last year's Report, we have analyzed operations for what is now over seven years. The pattern is much the same as previously indicated but some slight variations in the statistical data since inception may be noted:
- (a) Allocations, in terms of our objectives have become (1979 in parentheses)
 - (i) Research and Reform -29% (32)
 - (ii) Law Libraries - 9 (10)
 - (iii) Public Law Education - 34 (31)
 - (iv) Native & Student Projects- 28 (27)
 - (b) Investment returns increased so that they represent 12.26% (10.98) of the year's income.
 - (c) Of the total inflow to date of \$15,351,162, 60.8% has been disbursed, over 98% on projects which represented 78.8% of the Board's allocations.
- VI. With the extraordinary increases in interest rates during the fiscal period, it naturally followed that the Board spent considerable thought and effort toward obtaining a more significant rate on Solicitors Mixed-General Trust accounts from banks. This involved discussions with each of the larger financial institutions and success may be now reported through increases in rate in some instances applicable in the new fiscal year. It is expected that others will conform in due course.
- VII. During the year it was felt expedient to establish our own separate office premises which was accomplished in September. A part-time secretary has also been engaged.

All of which is respectfully submitted.

Yours very truly,


Charles G. Virtue, Q.C.
Chairman

July 1980



ALBERTA LAW FOUNDATION
FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 1980

Thorne
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& Co.

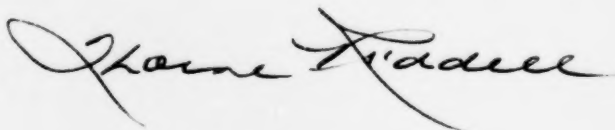
CHARTERED ACCOUNTANTS

AUDITORS' REPORT

To the Board of Directors
Alberta Law Foundation

We have examined the balance sheet of the Alberta Law Foundation as at March 31, 1980 and the statements of revenue and expenditures, unallocated surplus and allocated surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Alberta Law Foundation as at March 31, 1980 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.



Calgary, Canada
May 16, 1980

Chartered Accountants

ALBERTA LAW FOUNDATION
BALANCE SHEET AS AT MARCH 31, 1980

ASSETS

	<u>1980</u>	<u>1979</u>
CURRENT ASSETS		
Cash	\$ 54,373	\$ 98,519
Accrued interest	135,811	108,600
Term deposits	1,922,171	1,680,000
Deferred charges	300	-
	<u>2,112,655</u>	<u>1,887,119</u>
MARKETABLE SECURITIES, at cost (note 2)	<u>3,907,047</u>	<u>3,319,230</u>
	<u>\$6,019,702</u>	<u>\$5,206,349</u>

LIABILITIES AND SURPLUS

CURRENT LIABILITIES		
Accounts payable	\$ 775	\$ 3,584
SURPLUS		
Allocated	2,463,136	2,279,827
Unallocated	3,555,791	2,922,938
	<u>6,018,927</u>	<u>5,202,765</u>
	<u>\$6,019,702</u>	<u>\$5,206,349</u>

Approved by the Board

Director

Director

ALBERTA LAW FOUNDATION
STATEMENT OF REVENUE AND EXPENDITURES
YEAR ENDED MARCH 31, 1980

	<u>1980</u>	<u>1979</u>
REVENUE		
Interest received on solicitors' trust accounts	\$2,668,914	\$2,633,025
Interest earned on term deposits and marketable securities	549,688	396,285
	<u>3,218,602</u>	<u>3,029,310</u>
EXPENDITURES		
Honorarium	16,800	14,800
Stenographic and clerical	8,688	2,731
Rent and parking	4,683	3,188
Professional fees	2,700	2,525
Travel	2,941	5,670
Meetings	4,047	2,558
Telephone	1,345	837
Postage and office supplies	2,083	417
Other	3,729	211
Photocopying	952	531
Publications	-	2,426
Insurance	300	481
	<u>48,268</u>	<u>36,375</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$3,170,334</u>	<u>\$2,992,935</u>

STATEMENT OF UNALLOCATED SURPLUS
YEAR ENDED MARCH 31, 1980

BALANCE AT BEGINNING OF YEAR	\$2,922,938	\$2,168,079
Add		
Excess of revenue over expenditures	3,170,334	2,992,935
Allocations withdrawn from projects	90,263	171,731
	<u>3,260,597</u>	<u>3,164,666</u>
Deduct		
Allocations to projects	2,624,787	2,407,023
Furniture and equipment acquired	2,957	2,784
	<u>2,627,744</u>	<u>2,409,807</u>
BALANCE AT END OF YEAR	<u>\$3,555,791</u>	<u>\$2,922,938</u>

ALBERTA LAW FOUNDATION
STATEMENT OF ALLOCATED SURPLUS
YEAR ENDED MARCH 31, 1980

	Balance at March 31, 1979	Allocations To Projects	Allocations Withdrawn From Projects	Allocations Paid	Balance at March 31, 1980
CONDUCTING RESEARCH INTO AND RECOMMENDING REFORM OF LAW AND ADMINISTRATION OF JUSTICE (SECTION 103(1)(i))					
Institute of Law Research and Reform					
A - Basic	\$ 390,480	\$ 435,000	\$ -	\$ 390,480	\$ 435,000
B - Labour and Management	85,000	-	-	30,000	55,000
Prepaid Legal Services	-	5,500	-	5,500	-
Rights of Handicapped Child	-	19,600	-	-	19,600
Health Care and The Law - Institute	27,000	-	-	10,000	17,000
Canadian Law Information Council	175,000	-	-	91,000	84,000
Women and Law - supplement	-	-	1,645	(1,645)	-
International Ombudsman Institute	70,000	-	-	70,000	-
Canadian Resource Law Institute	125,000	-	-	50,000	75,000
Edmonton City Church - "Stoplift"	-	15,000	-	3,750	11,250
Law and Mentally Retarded	35,400	14,990	-	35,400	14,990
Trappers Rights and Compensation	42,000	-	-	42,000	-
Banff Centre - School of the Environment	-	5,100	-	5,100	-
	<u>949,880</u>	<u>495,190</u>	<u>1,645</u>	<u>731,585</u>	<u>711,840</u>
ESTABLISHING, MAINTAINING AND OPERATING LAW LIBRARIES (SECTION 103(1)(ii))					
Courthouse Libraries	192,000	40,000	-	192,000	40,000
Alberta Statutes to Public Libraries	-	1,500	30	1,470	-
Native Law Centre, University of Saskatchewan	-	30,500	-	10,500	20,000
Alberta Statutes to High Schools	-	13,740	-	13,740	-
Legal Books for Public Libraries	-	67,650	474	20,676	46,500
Criminal Codes to High Schools	(11)	1,147	-	1,136	-
	<u>191,989</u>	<u>154,537</u>	<u>504</u>	<u>239,522</u>	<u>106,500</u>
CONTRIBUTING TO THE LEGAL EDUCATION AND KNOWLEDGE OF THE PEOPLE OF ALBERTA (SECTION 103(1)(iii))					
Alberta Debate and Speech Association	-	50,000	-	50,000	-
Alberta Law Review	-	10,000	-	10,000	-
Family Law Workshops - Calgary Board of Education	38,000	37,800	1,674	18,790	55,336
Dramatic Legal Presentations	28,000	-	26,497	1,503	-
University of Lethbridge	-	500	-	500	-
Legal Resource Centre of Alberta	364,875	503,000	29,102	380,773	458,000
Legal Education Society of Alberta	80,000	127,000	-	80,000	127,000
Native Counselling - Education Media	-	211,400	-	102,700	108,700
Calgary Legal Guidance - Education	131,200	195,200	19,260	111,940	195,200
ACCESS - Film on Family Law	-	32,500	-	32,500	-
New Women's Magazine - Legal Column	6,600	-	-	5,500	1,100
Lawyers-in-Residence - Faculties	-	10,000	-	-	10,000
Peace River Women - Farm Law Pamphlet	10,800	-	-	2,000	8,800
Elizabeth Fry Society, Calgary	19,000	10,750	-	20,750	9,000
Elizabeth Fry Society, Edmonton	-	11,800	-	-	11,800
Preservation of Historical Legal Documents	-	-	26	(26)	-
Criminal Justice System - Education	12,000	37,130	-	34,630	14,500
Para-Legal Education - Junior Achievement	2,150	10,000	-	2,150	10,000
	<u>692,625</u>	<u>1,247,030</u>	<u>76,559</u>	<u>853,710</u>	<u>1,009,436</u>

ALBERTA LAW FOUNDATION
STATEMENT OF ALLOCATED SURPLUS (Continued)
YEAR ENDED MARCH 31, 1980

	Balance at March 31, 1979	Allocations To Projects	Allocations Withdrawn From Projects	Allocations Paid	Balance at March 31, 1980
PROVIDING ASSISTANCE TO NATIVE PEOPLE'S LEGAL PROBLEMS AND STUDENT LEGAL AID PROGRAMS (SECTION 103(1)(iv))					
Edmonton Student Legal Services	\$ 235,000	\$ 311,000	\$11,555	\$ 240,445	\$ 294,000
Indian Association of Alberta	27,300	-	-	27,300	-
Lethbridge Legal Guidance	18,400	20,770	-	24,170	15,000
Calgary Legal Guidance	150,500	190,500	-	150,500	190,500
Native Counselling Services	-	164,950	-	60,350	104,600
Study Summer Work - supplement	14,133	-	-	14,133	-
St. Paul, Legal Guidance	-	17,200	-	-	17,200
Federation of Metis Settlements	-	9,500	-	9,500	-
Student Legal Assistance - Calgary	-	14,060	-	-	14,060
	<u>445,333</u>	<u>727,980</u>	<u>11,555</u>	<u>526,398</u>	<u>635,360</u>
	<u>\$2,279,827</u>	<u>\$2,624,787</u>	<u>\$90,263</u>	<u>\$2,351,215</u>	<u>\$2,463,136</u>

ALBERTA LAW FOUNDATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 1980

1. ACCOUNTING POLICIES

(a) Interest on Solicitors' Trust Accounts

The interest earned on solicitors' trust accounts of members of the Law Society of Alberta is remitted to the Foundation on a quarterly or semi-annual basis. The Foundation reflects in its financial statements such interest when the amounts are remitted.

(b) Interest on Marketable Securities and Term Deposits

Interest on marketable securities and term deposits of the Foundation is reflected in revenue as it is accrues.

(c) Fixed Assets

Expenditures for the purchase of furniture and fixtures are charged to unallocated surplus as incurred.

2. MARKETABLE SECURITIES

At March 31, 1980 the cost of the marketable securities exceeds their quoted market value of \$3,646,167 by \$260,881. Since it is the intent of the Foundation to hold the securities until maturity no write down to quoted market value has been made in the financial statements.

The investments yield from 8.100% to 14.045% per annum and mature at various dates to February 1996.

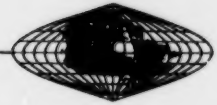


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ALBERTA LAW FOUNDATION
FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 1981



AUDITORS' REPORT

To the Board of Directors
Alberta Law Foundation

We have examined the balance sheet of the Alberta Law Foundation as at March 31, 1981 and the statements of revenue and expenditures, unallocated surplus - general, unallocated surplus - reserve fund and allocated surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Alberta Law Foundation as at March 31, 1981 and the results of its operations for the year then ended in accordance with the basis of accounting described in note 1 applied on a basis consistent with that of the preceding year.

Calgary, Canada
July 14, 1981

Thorne Riddell
Chartered Accountants

ALBERTA LAW FOUNDATION
BALANCE SHEET AS AT MARCH 31, 1981

ASSETS		1981	1980
CURRENT ASSETS			
Cash		\$ 24,107	\$ 54,373
Accrued interest		202,790	135,811
Term deposits		4,730,000	1,922,171
Advances to projects		30,000	-
Deferred charges		531	300
		<u>4,987,428</u>	<u>2,112,655</u>
MARKETABLE SECURITIES, at cost (note 2)		<u>2,580,927</u>	<u>3,907,047</u>
		<u>\$7,568,355</u>	<u>\$6,019,702</u>
LIABILITIES AND SURPLUS			
CURRENT LIABILITIES			
Accounts payable		\$ 1,363	\$ 775
SURPLUS			
Allocated		3,377,421	2,463,136
Unallocated			
General		1,689,571	3,555,791
Reserve Fund		<u>2,500,000</u>	<u>-</u>
		<u>7,566,992</u>	<u>6,018,927</u>
		<u>\$7,568,355</u>	<u>\$6,019,702</u>

Approved by the Board

Director

Director

Henry Graves
Chapman

ALBERTA LAW FOUNDATION
STATEMENT OF REVENUE AND EXPENDITURES
YEAR ENDED MARCH 31, 1981

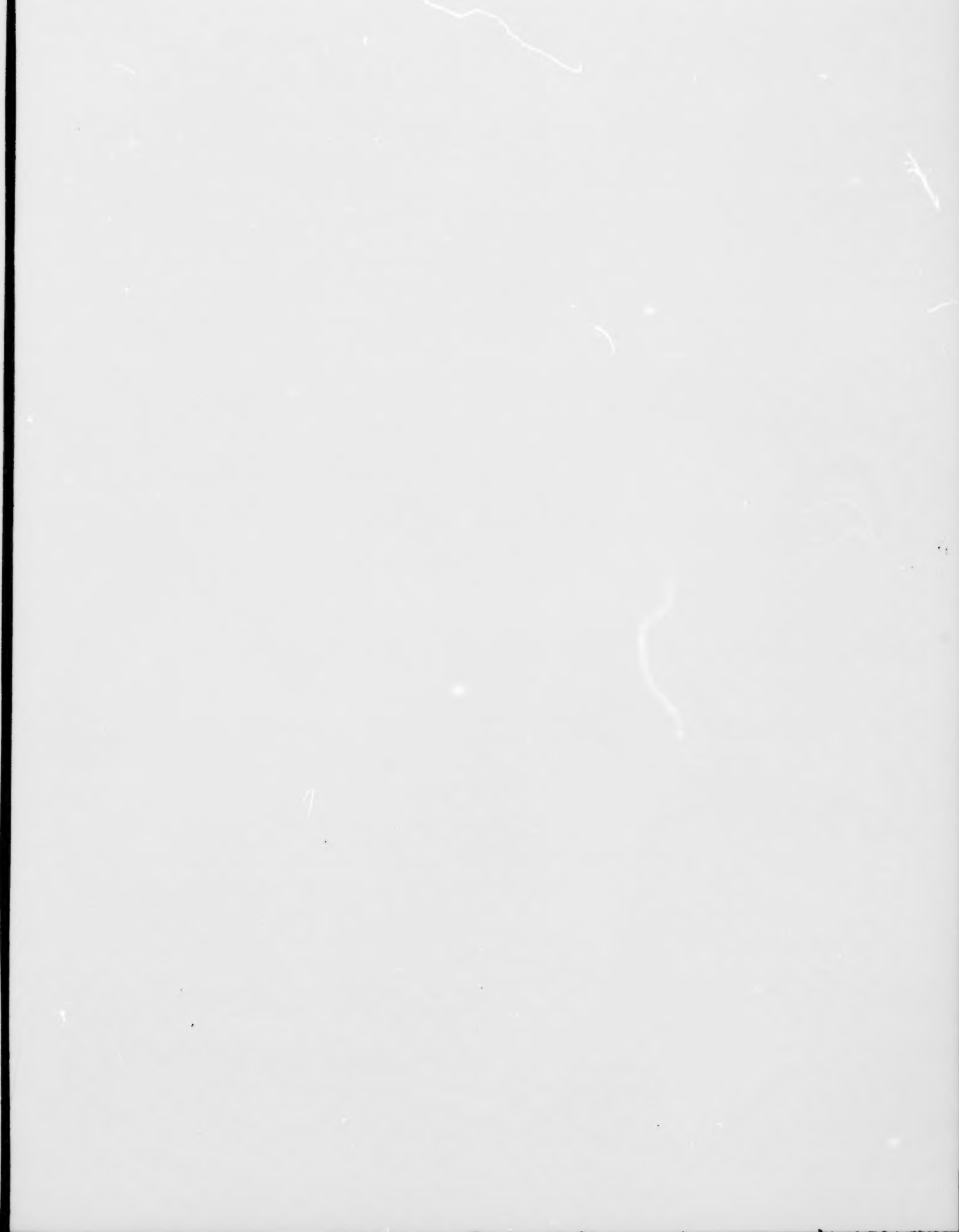
	<u>1981</u>	<u>1980</u>
REVENUE		
Interest received on solicitors' trust accounts	\$4,077,955	\$2,668,914
Interest earned on term deposits and marketable securities	693,909	549,688
	<u>4,771,864</u>	<u>3,218,602</u>
EXPENDITURES		
Honorarium	20,400	16,800
Salaries	19,626	8,688
Rent and parking	6,120	4,683
Professional fees	8,560	2,700
Travel	6,461	2,941
Meetings	6,306	4,047
Telephone	1,444	1,345
Postage and office supplies	2,342	2,083
Photocopying	625	952
Insurance	300	300
Other	-	3,729
	<u>72,184</u>	<u>48,268</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$4,699,680</u>	<u>\$3,170,334</u>

STATEMENT OF UNALLOCATED SURPLUS- GENERAL
YEAR ENDED MARCH 31, 1981

BALANCE AT BEGINNING OF YEAR	\$3,555,791	\$2,922,938
Add		
Excess of revenue over expenditures	4,699,680	3,170,334
Allocations withdrawn from projects	67,376	90,263
	<u>4,767,056</u>	<u>3,260,597</u>
Deduct		
Transfers to unallocated surplus - reserve fund	2,500,000	-
Allocations to projects	4,126,304	2,624,787
Furniture and equipment acquired	6,972	2,957
	<u>6,633,276</u>	<u>2,627,744</u>
BALANCE AT END OF YEAR	<u>\$1,689,571</u>	<u>\$3,555,791</u>

STATEMENT OF UNALLOCATED SURPLUS - RESERVE FUND
YEAR ENDED MARCH 31, 1981

Transfer From Unallocated Surplus - General, Being Balance At End of Year	<u>\$2,500,000</u>	<u>\$ -</u>
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ALBERTA LAW FOUNDATION
STATEMENT OF ALLOCATED SURPLUS
YEAR ENDED MARCH 31, 1981

	Balance at March 31, 1980	Allocations To Projects	Allocations Withdrawn From Projects	Allocations Paid	Balance at March 31, 1981
CONDUCTING RESEARCH INTO AND RECOMMENDING REFORM OF LAW AND ADMINISTRATION OF JUSTICE (SECTION 103(a)(i))					
Institute of Law Research and Reform					
A - Basic	\$ 435,000	\$ 435,000	\$ -	\$ 435,000	\$ 435,000
B - Labour and Management	55,000	-	-	-	55,000
University of Calgary - Law Teaching Clinic	-	5,000	-	5,000	-
Prepaid Legal Services - University of Windsor	-	7,300	-	7,300	-
Rights of the Handicapped Child	19,600	-	-	19,600	-
Health Care and the Law	17,000	-	-	17,000	-
Canadian Law Information Council	84,000	-	-	60,000	24,000
Women and the Law (Publications)	-	4,500	-	4,500	-
Federation of Law Societies (Workshop)	-	10,000	-	10,000	-
International Ombudsman Institute	-	70,000	-	-	70,000
Canadian Resource Law Institute	75,000	100,000	-	175,000	-
Edmonton City Centre Church	11,250	-	-	11,250	-
Canadian Bar Association - Environmental Studies	-	5,000	-	5,000	-
Law and the Mentally Retarded	14,990	10,300	-	25,290	-
Canada West Foundation - Conference	-	25,000	-	25,000	-
Alberta Wilderness Association	-	3,500	-	3,500	-
Outdoor Pursuits	-	24,360	-	-	24,360
Survey on Clinical Law Education	-	-	2,440	(2,440)	-
University of Calgary Law Library - Computer Services	-	73,000	-	19,000	54,000
	<u>711,840</u>	<u>772,960</u>	<u>2,440</u>	<u>820,000</u>	<u>662,360</u>
ESTABLISHING, MAINTAINING AND OPERATING LAW LIBRARIES (SECTION 103(a)(ii))					
Courthouse Libraries	40,000	550,397	-	200,167	390,230
Alberta Statutes to High Schools	-	3,756	-	3,756	-
Native Law Centre, University of Saskatchewan	20,000	-	-	20,000	-
Glenbow Alberta Institute	-	25,500	-	-	25,500
Legal Materials Placement	4,500	60,600	5,828	8,872	50,400
Criminal Codes to High Schools	-	2,996	-	3,833	(837)
Service Centre, University of Alberta Law Library	-	26,400	-	4,600	21,800
Edmonton Law Librarians Association	-	500	-	500	-
	<u>64,500</u>	<u>670,149</u>	<u>5,828</u>	<u>241,728</u>	<u>487,093</u>
CONTRIBUTING TO THE LEGAL EDUCATION AND KNOWLEDGE OF THE PEOPLE OF ALBERTA (SECTION 103(a)(iii))					
Alberta Debate and Speech Association	-	66,000	-	66,000	-
Canadian Bar Review	-	11,500	-	11,500	-
Family Law Workshops - Calgary Board of Education	55,336	67,630	5,751	32,077	85,138
Dramatic Legal Presentations	-	-	2,981	(2,981)	-
Grant MacEwan Community College Foundation	-	1,345	-	1,345	-
Legal Resource Centre of Alberta	500,000	658,600	9,091	490,909	658,600
Legal Education Society	127,000	-	-	127,000	-
Women and the Law Constitution Changes	-	57,000	2,040	54,960	-
Native Counselling - Education Media	108,700	140,000	-	108,700	140,000
Calgary Legal Guidance - Education	195,200	257,900	5,850	189,350	257,900
ACCESS Alberta	-	295,922	-	65,922	230,000
New Women's Magazine - Legal Column	1,100	-	1,100	-	-

ALBERTA LAW FOUNDATION
STATEMENT OF ALLOCATED SURPLUS (Continued)
YEAR ENDED MARCH 31, 1981

	Balance at March 31, 1980	Allocations To Projects	Allocations Withdrawn From Projects	Allocations Paid	Balance at March 31, 1981
Lawyers-in-Residence - University of Calgary	10,000	-	-	10,000	-
Elizabeth Fry Society - Calgary	9,000	11,200	-	11,800	8,400
Elizabeth Fry Society - Edmonton	11,800	20,000	-	16,800	15,000
Farm Law Pamphlet Revision	8,800	-	-	-	8,800
Criminal Justice System - Education	14,500	361,858	-	148,358	228,000
Para-Legal Education - Junior Achievement	10,000	-	-	-	10,000
Alberta College - Law Secretaries	-	5,200	-	5,200	-
University of Calgary - Jessop International Debating Moot Courts	-	28,500	-	10,000	18,500
University of Alberta - Political Science & Law Constitutional Change	-	8,700	-	8,700	-
University of Windsor - Community Law Journal	-	1,000	-	-	1,000
Calgary Sponsor & Refugee Society	-	65,800	-	15,800	50,000
	<u>1,051,436</u>	<u>2,058,155</u>	<u>26,813</u>	<u>1,371,440</u>	<u>1,711,338</u>
PROVIDING ASSISTANCE TO NATIVE PEOPLE'S LEGAL PROBLEMS AND STUDENT LEGAL AID PROGRAMS (SECTION 103(a)(iv))					
Edmonton Student Legal Services	\$ 294,000	\$ -	\$ -	\$ 294,000	\$ -
Indian Association of Alberta	-	20,000	-	-	20,000
Lethbridge Legal Guidance	15,000	25,500	-	15,000	25,500
Calgary Legal Guidance	190,500	252,900	21,818	168,682	252,900
Native Counselling Services	104,600	178,200	-	136,600	146,200
Student Summer Work supplement	-	-	4,258	(4,258)	-
St. Paul - Legal Guidance	17,200	25,100	-	17,200	25,100
Federation of Metis Settlements	-	15,600	5,600	10,000	-
Student Legal Assistance - Calgary	14,060	38,930	619	20,041	32,330
Metis Association of Alberta	-	50,000	-	50,000	-
Crowfoot Sunrise Residence	-	4,210	-	4,210	-
Lesser Slave Lake Regional Legal Services	-	14,600	-	-	14,600
	<u>635,360</u>	<u>625,040</u>	<u>32,295</u>	<u>711,475</u>	<u>516,630</u>
	<u>\$2,463,136</u>	<u>\$4,126,304</u>	<u>\$67,376</u>	<u>\$3,144,643</u>	<u>\$3,377,421</u>

ALBERTA LAW FOUNDATION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 1981

1. BASIS OF ACCOUNTING

(a) Interest on Solicitors' Trust Accounts

The interest earned on solicitors' trust accounts of members of the Law Society of Alberta is remitted to the Foundation on a quarterly or semi-annual basis by financial institutions. The Foundation reflects in its financial statements such interest when the amounts are received.

(b) Interest on Marketable Securities and Term Deposits

Interest on marketable securities and term deposits of the Foundation is reflected in revenue as it accrues.

(c) Fixed Assets

Expenditures for the purchase of furniture and fixtures are charged to unallocated surplus - general as incurred.

2. MARKETABLE SECURITIES

At March 31, 1981 the cost of the marketable securities exceeds their quoted market value of \$2,305,740 by \$275,187. Since it is the intent of the Foundation to hold the securities until maturity, no write down to quoted market value has been made in the financial statements.

The investments yield from 8.100% to 12.900% per annum and mature at various dates to August 1991.

3. SUBSEQUENT EVENT

Subsequent to March 31, 1981, the board of directors increased the unallocated surplus - reserve fund to \$4,500,000.

